

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 2157 - HB 2461**

March 14, 2016

**SUMMARY OF BILL:** Requires any account receivable that is owed to any government claimant that remains unpaid for more than 15 years from the date of billing to be deemed uncollectable and written off in accordance with generally accepted auditing principles.

Requires the governmental claimant to provide written notice to the debtor that the outstanding payment is discharged and will not be required within 30 days of an account receivable being deemed uncollectable.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Any revisions to state or local department processes or policies to comply with the provisions of this bill will be completed by current staff during regular office hours.
- According to information provided by local technical support providers the Department of Revenue, the Department of Education, and the Department of Health, the probability of collecting an account receivable more than 15 years old is extremely unlikely. As such, the provisions of the bill are estimated to be not significant for state and local governments.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

/amj

**SB 2157 - HB 2461**